

July 2021 Road Fund Forecast

NMDOT State Revenue Sources - Fiscal Years 2010 thru 2025

Table 1

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	(P-N)	(P-N/N)	Q	R	
	FY10	FY11	FY12	FY13	FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21		FY22		FY23	FY22 to FY23		FY24	FY25	
												Jan-20	Jul-21	Jan-21	Jul-21	Jul-21	Budget Growth		Jul-21	Jul-21	
												Leg. Bud.	Revenue	Leg. Bud.	Revenue	Bud. Req.	\$ Change	% Diff	Long Run	Long Run	
	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Estimate	Update	Estimate	Update	Estimate			Estimate	Estimate	
Road Fund:																					
Road Fund -- Ordinary Revenue:																					
1 Gasoline Tax	109,163	109,282	104,987	111,795	107,998	110,672	110,892	113,022	116,147	117,365	111,778	119,100	116,000	113,500	116,500	117,300	3,800	3.3%	117,100	117,000	
2 Special Fuel Tax	88,029	91,078	92,326	92,563	92,923	97,566	97,341	100,066	108,141	113,383	118,279	115,400	123,100	118,400	123,700	127,600	9,200	7.8%	130,200	133,600	
3 Weight/Distance	69,598	74,916	72,786	73,489	75,367	79,985	82,990	84,008	86,278	94,016	92,251	96,800	98,800	95,600	100,800	104,400	8,800	9.2%	106,800	109,500	
4 Vehicle Registration	72,863	73,445	75,626	74,135	76,218	75,455	80,774	79,232	80,204	82,453	79,312	83,880	84,800	81,150	84,440	85,170	4,020	5.0%	86,460	87,790	
5 Trip Tax	5,488	5,973	5,689	5,045	4,666	5,232	5,973	5,951	6,124	6,758	6,227	7,190	8,070	7,600	8,080	8,210	610	8.0%	8,250	8,280	
6 Driver's License	4,493	4,718	4,424	4,227	4,193	4,158	3,841	3,816	4,191	4,117	4,028	4,240	4,600	4,330	4,330	4,450	120	2.8%	4,520	4,590	
7 Oversize/Overweight	3,778	4,687	4,820	4,805	5,026	5,229	4,997	5,104	6,412	7,225	7,173	7,300	7,020	7,490	7,730	7,880	390	5.2%	7,870	7,860	
8 Public Regulatory Commission Fees (UCR)	1,420	2,740	881	3,191	2,009	3,362	3,403	3,291	3,359	5,891	2,933	3,300	3,686	3,300	3,300	3,300	-	0.0%	3,300	3,300	
9 MVD Miscellaneous	2,735	2,725	2,991	3,100	3,302	3,509	5,426	5,260	6,322	6,407	5,510	6,450	4,600	6,000	6,000	6,200	200	3.3%	6,300	6,400	
10 Vehicle Transaction	1,041	1,065	1,114	1,163	1,200	1,173	1,298	1,158	1,153	1,148	1,003	1,190	1,130	1,130	1,130	1,140	10	0.9%	1,150	1,160	
11 Motor Vehicle Excise Tax*	-	-	-	-	-	-	-	-	-	-	6,562	5,934	6,580	7,380	47,960	49,560	49,850	1,890	3.9%	50,310	52,490
12 Subtotal Ordinary Income	358,609	370,629	365,645	373,513	372,902	386,340	396,935	400,910	418,330	445,325	434,428	451,430	459,186	486,460	505,570	515,500	29,040	6.0%	522,260	531,970	
Road Fund -- Extraordinary Income:																					
13 All Other (Reimbursements, Asset Sales, etc.)	6,568	6,584	10,375	10,354	6,493	12,365	5,442	5,594	6,094	8,651	8,493	2,200	2,963	2,200	2,200	2,200	-	0.0%	2,200	2,200	
14 Rail Runner Track Maintenance Fees	2,000	2,350	17	2,014	1,782	2,143	3,031	4,989	4,202	2,938	3,229	2,000	3,446	2,000	2,000	2,000	-	0.0%	2,000	2,000	
15 Road Fund Interest	16	95	108	209	80	39	133	310	1,037	4,222	6,316	2,730	345	2,580	530	680	(1,900)	-73.6%	770	840	
16 Subtotal Extraordinary Income	8,584	9,029	10,500	12,576	8,355	14,547	8,607	10,893	11,333	15,811	18,037	6,930	6,754	6,780	4,730	4,880	(1,900)	-28.0%	4,970	5,040	
17 TOTAL (Recurring) ROAD FUND	367,193	379,658	376,145	386,089	381,257	400,887	405,542	411,803	429,663	461,136	452,465	458,360	465,940	493,240	510,300	520,380	27,140	5.5%	527,230	537,010	
18 WIPP Settlement (Nonrecurring)							7,200	-	26,800	-	-	-	-	-	-	-	-	-	-	-	-
19 Motor Vehicle Excise Tax to D2 (1% point) in FY20-21							-	-	-	-	47,591	52,910	59,330	sunset	sunset	sunset	-	-	sunset	sunset	
20 TOTAL ROAD FUND	367,193	379,658	376,145	386,089	381,257	400,887	412,742	411,803	456,463	461,136	500,056	511,270	525,270	493,240	510,300	520,380	27,140	5.5%	527,230	537,010	

* 0.12% points till FY21; 0.87% points in FY22 and thereafter

- This July 2021 forecast is one of two annual forecasts of NMDOT revenues. Another update will be released next January before FY 23 budget is set.
- This update increases FY 22 Road Fund Recurring revenue expectations (line 17) by 3.5% or \$17 million from the January 2021 legislative budget estimate, as the initial negative impact of the pandemic has been largely offset by the economic stimulus packages that strongly sustained consumer spending and demand for goods.
- FY 23 Road Fund Recurring revenues are estimated at \$520 million, which represents a 5.5% or \$27 million growth from the FY 22 budget.
- The upward revisions in revenues were mostly driven by a strong consumer spending response, and the availability of COVID-19 vaccines. However, uncertainty and volatility continue to dominate the economic environment, and recovery can still be endangered by high inflation and the evolution of the pandemic nationally and worldwide.
 - Gasoline revenue, which was the revenue source most affected by the pandemic, partially recovered toward the end of FY 21 and is expected to remain stable around \$117 million in the following fiscal years. Vehicle Registration, partially affected by MVD office closures at the beginning of the pandemic, fully recovered in FY 21 and is expected to remain stable around \$84-87 million through the forecast horizon.
 - Weight Distance and Special Fuel revenues have been positively impacted by an increased demand for goods and e-commerce sales, and are both expected to show some growth in FY 23 and thereafter.
- Starting in FY 22, Road Fund recurring revenues will be positively affected by the additional fraction of Motor Vehicle Excise Tax distributed on a recurring basis.

NMDOT State Revenue Sources - Fiscal Years 2010 thru 2025

Table 2

(Dollars in thousands)

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	(P-N)	(P-N/N)	Q	R	
	FY10	FY11	FY12	FY13	FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21		FY22		FY23	FY22 to FY23		FY24	FY25	
	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Leg. Bud. Estimate	Revenue Update	Jan-21 Leg. Bud. Estimate	Jul-21 Revenue Update	Jul-21 Bud. Req. Estimate	\$ Change	% Diff	Long Run Estimate	Long Run Estimate	
Other Funds:																					
Highway Infrastructure Fund:																					
21 Leased Vehicle Gross Receipts	5,397	5,657	5,731	5,214	5,889	5,773	5,949	5,964	6,220	6,760	5,345	6,790	4,120	4,400	5,290	6,390	1,990	45.2%	7,510	7,920	
22 Tire Recycling Fees	1,791	1,806	1,831	1,807	1,836	1,810	1,943	1,868	1,878	1,910	1,849	1,960	1,995	1,900	1,920	1,930	30	1.6%	1,940	1,950	
23 Interest	18	16	16	25	7	6	13	11	13	74	94	40	4	30	5	6	(24)	-80.0%	7	8	
24 Total Highway Infrastructure Fund	7,206	7,479	7,579	7,047	7,732	7,589	7,905	7,842	8,111	8,744	7,288	8,790	6,119	6,330	7,215	8,326	1,996	31.5%	9,457	9,878	
25 Total State Infrastructure Bank	597	83	29	45	15	17	45	105	177	527	328	160	15	130	20	30	(100)	-76.9%	30	40	
Local Governments Road Fund:																					
26 Local Governemnts Road Fund Interest	24	33	30	46	15	19	50	115	208	782	908	410	47	320	70	90	(230)	-71.9%	100	110	
27 Special Fuel	9,200	9,546	9,659	9,709	9,753	10,218	10,185	10,478	11,301	11,830	12,341	12,065	12,870	12,380	12,940	13,350	970	7.8%	13,620	13,980	
28 PPL Fee	6,725	6,775	6,612	6,926	6,768	6,986	7,000	7,165	7,485	7,651	7,561	7,770	7,850	7,630	7,890	8,020	390	5.1%	8,080	8,170	
29 DWI reinstatement fees & ID cards	784	1,015	971	929	896	896	919	783	787	795	727	795	740	730	730	730	-	0.0%	730	730	
30 Gasoline Tax (MAP)	2,145	2,147	2,066	2,195	2,123	2,174	2,178	2,218	2,277	2,300	2,195	2,332	2,275	2,230	2,285	2,300	70	3.1%	2,295	2,295	
31 Leased Vehicle Gross Receipts	1,799	1,886	1,910	1,738	1,963	1,924	1,983	1,988	2,073	2,253	1,782	2,260	1,370	1,500	1,760	2,130	630	42.0%	2,500	2,640	
32 Total Local Governments Road Fund	20,677	21,402	21,249	21,543	21,518	22,217	22,314	22,748	24,130	25,611	25,514	25,632	25,152	24,790	25,675	26,620	1,830	7.4%	27,325	27,925	
Transportation Project Fund:																					
33 Motor Vehicle Excise Tax (0.75% points)**														41,130	42,510	42,750	1,620	3.9%	43,150	45,020	
34 Total Transportation Project Fund:														41,130	42,510	42,750	1,620	3.9%	43,150	45,020	
Aviation Fund:																					
35 Gasoline Taxes (Aviation)	387	387	372	395	383	392	393	400	411	415	396	421	411	402	412	415	13	3.2%	415	414	
36 Aviation Jet Fuel	1,852	1,667	2,808	1,952	1,542	1,243	661	639	1,042	1,002	690	870	245	810	780	750	(60)	-7.4%	750	760	
37 Aircraft License Fees	74	66	68	60	69	48	64	50	52	56	54	55	44	50	50	53	3	6.0%	55	55	
38 0.046% General Fund GRT (Air Service)	779	855	747	0	1,106	1,009	931	951	1,103	1,284	1,430	1,380	1,350	1,250	1,370	1,430	180	14.4%	1,490	1,550	
39 General Fund (2007 Enhancement)	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	-	0.0%	3,000	3,000	
40 Aviation Fund Interest Earnings	8	16	20	36	12	14	31	56	98	409	493	220	19	210	30	40	(170)	-81.0%	40	40	
41 Total Aviation Fund Income	6,100	5,991	7,016	5,443	6,112	5,707	5,080	5,097	5,706	6,166	6,063	5,946	5,069	5,722	5,642	5,688	(34)	-0.6%	5,750	5,819	
Transportation Fund:																					
42 Motorcycle Registration (Fund 20600)	130	135	138	135	133	135	133	114	127	123	115	125	125	125	125	125	-	0.0%	125	125	
43 Motorcycle Train. Fund Interest (20600)	1	0	0	0	0	0	0	0	0	0	0	-	0	-	-	-	-	0.0%	-	-	
44 Driver Improvement Fees (10020)	331	349	340	319	271	274	256	226	243	222	182	200	180	200	200	200	-	0.0%	200	200	
45 DWI Prevention (20700)	650	486	530	513	487	472	421	434	446	368	460	460	425	435	435	435	-	0.0%	435	435	
46 Traffic Safety Fees (Fund 20800)	469	446	419	390	526	404	1,090	632	640	601	460	550	410	530	500	510	(20)	-3.8%	520	530	
47 Traffic Safety Fees Interest (20800)	3	3	2	2	1	0	2	7	11	51	62	33	2	30	3	4	(26)	-86.7%	5	5	
48 Community DWI Prevention Fee (20800)	1,000	1,017	838	789	363	426	513	375	363	360	337	350	330	350	350	350	-	0.0%	350	350	
49 Red Light Fees (from AOC) (20800)			144	153	158	109	0	0	0	0	0	-	-	-	-	-	-	0.0%	-	-	
50 Traffic Safety - Interlock Device (82600)	700	2,029	1,167	1,054	810	777	755	704	415	426	352	465	420	425	425	425	-	0.0%	425	425	
51 Total Transportation Fund Income	3,284	4,466	3,578	3,356	2,779	2,611	3,221	2,480	2,233	2,228	1,878	2,183	1,892	2,095	2,038	2,049	(46)	-2.2%	2,060	2,070	
52 TOTAL Restricted Funds Revenue	37,863	39,421	39,450	37,434	38,156	38,141	38,564	38,271	40,357	43,276	41,071	42,711	38,248	80,197	83,100	85,463	5,266	6.6%	87,772	90,752	
53 TOTAL (Recurring) NMDOT Revenue	405,056	419,079	415,595	423,523	419,413	439,028	444,106	450,074	470,020	504,412	493,536	501,071	504,188	573,437	593,400	605,843	32,406	5.7%	615,002	627,762	
54 WIPP Settlement (Nonrecurring)							7,200		26,800												
55 Motor Vehicle Excise Tax to D2 (1% point)												52,910	59,330	sunset	sunset	sunset			sunset	sunset	
56 TOTAL NMDOT STATE REVENUES	405,056	419,079	415,595	423,523	419,413	439,028	451,306	450,074	496,820	504,412	541,126	553,981	563,518	573,437	593,400	605,843	32,406	5.7%	615,002	627,762	

**SB 20 (2021) transferred the Motor Vehicle Excise distribution from the LGRF to the Transportation Project Fund

- Overall NMDOT state funds are forecast at \$606 million in FY 23 representing a growth of 5.7% or \$32 million from the FY 22 budget.
- All the funds are expected to show some signs of recovery in FY 22, and to see some growth in FY 23.
- In FY 22 and thereafter, the Transportation Project Fund will start receiving about \$42-45 million of additional revenue from the new Motor Vehicle Excise Tax distribution.

Distribution of State Road User Revenues



Gasoline Tax (17.0 cents / gallon)

- 5.76% to County Government Road Fund
- 0.13% to Motorboat Fuel Tax Fund
- 0.26% to State Aviation Fund
- 10.38% to Municipalities and Counties
- **76.27% to State Road Fund - (~13 cents per gallon)**
- 5.76% to Municipalities
- 1.44% to Municipal Arterial Program (MAP - Local Governments Road Fund)



Special Fuel (Diesel) Tax (21.0 cents/gallon -- effective 7/1/2004)

- **90.48% to State Road Fund - (19 cents per gallon)**

- 9.52% to Local Governments Road Fund

Petroleum Products Loading Fee (1.875 cents/gallon)

- 26.67% to Local Governments Road Fund
- 73.33% to Corrective Action Fund (NM Environment Department)



Weight Distance Tax (1¢-4¢/mile)

- **100% to State Road Fund**

Trip Tax (7¢-16¢/mile)

- **100% to State Road Fund**

Oversize / Overweight Fees

- **100% to State Road Fund**

Motor Trans. Regulatory Fees

- **100% to State Road Fund**



Vehicle Registration Fees (\$21-\$172/year)

- 50 cents on Each Registration to Beautification Fund
- \$2.00 of each Motorcycle Registration to Motorcycle Training Fund
- \$2.00 of each Motorcycle Registration to the Taxation & Revenue Department
- 100% of Placard Fees to Taxation and Revenue Department
- 100% of Traffic Safety Training Fee (from Penalty Assessments) and Amateur Radio Fees to State Road Fund

A similar distribution applies to many **Miscellaneous Motor Vehicle Fees** (but only Vehicle Registration Fee revenue amounts are shown in revenue table)

Tire Recycling Fee (effective 7/1/2003):	
\$ 1.00 Each Motorcycle	→ 50% to Highway Infrastructure Fund
\$ 0.50 per wheel of each bus	→ 50% to Tire Recycling Fund
\$ 1.50 each car or light truck	→ \$1.00 to Highway Infrastructure Fund
\$ 1.50 each heavy truck	→ \$0.50 to Tire Recycling Fund

Effective March 1, 2004 remaining revenues go to:

- **74.65% to State Road Fund**
- 7.60% to County General Funds (allocated by Registration Fees on Vehicles in Each County)
- 7.60% to County Road Funds (allocated by miles of public Roads maintained)
- 4.06% to Municipal Street Funds (allocated by property Tax net Taxable value)
- 6.09% to County and Municipal General Funds (allocated by property Tax amounts due)

Motor Vehicle Excise Tax (from 3.0% to 4.0% on July 1, 2019)

- **3.11% to State Road Fund in FY20 & FY21 and 21.86% beginning in FY22**
- 25.00% to District 2 in FY20 & FY21
- 18.75% to Transportation Project Fund beginning in FY22
- 71.89% to State General Fund in FY20 & FY21 and 59.39% beginning in FY22

Transaction Fees (\$3 per Title or Registration)

- \$5 or \$6 to Municipal, County or Fee AGENTS
- *Remaining revenues from Transaction Fees go to:*
- **50% to State Road Fund**
- 50% to County Road Fund (allocated by miles of public roads maintained)

Driver License Fees (\$10 per 4 year period + \$3 EDL + \$3 Driver Safety)

- \$6 or \$7 per License to Municipal, County or Fee Agents
- **100% of Remaining Drivers License Fee to S Road Fund**
- 100% Limited License Fees to DWI Prevention and Education Fund
- 100% DWI Reinstatement Fees and remainder of ID Cards to Local Gov. Road Fund
- 100% Enhanced Drivers License Fee (\$3) to Taxation & Revenue Department
- 100% Driver Safety Fee (\$3) to public schools for DWI education

* no estimates available

July 2021 Forecast

(\$ Millions)

2020 2021 2022 2023

8.8	9.1	9.1	9.2
0.2	0.2	0.2	0.2
0.4	0.4	0.4	0.4
15.6	16.4	16.5	16.6
111.8	116.0	116.5	117.3
8.8	9.1	9.1	9.2
2.2	2.3	2.3	2.3

118.3	123.1	123.7	127.6
12.3	12.9	12.9	13.4

7.6	7.9	7.9	8.0
20.8	21.6	21.7	22.1

92.3	98.8	100.8	104.4
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6.2	8.1	8.1	8.2
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7.2	7.0	7.7	7.9
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2.9	3.7	3.3	3.3
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79.3	84.8	84.4	85.2
8.1	8.6	8.6	8.7
8.1	8.6	8.6	8.7
4.3	4.6	4.6	4.6
6.5	6.9	6.9	6.9

5.9	7.4	49.6	49.9
47.6	59.3	sunset	sunset
137.2	170.6	134.6	135.4

1.0	1.1	1.1	1.1
1.0	1.1	1.1	1.1

4.0	4.6	4.3	4.5
0.4	0.4	0.4	0.4
0.7	0.7	0.7	0.7
1.9	2.1	*	*
1.5	1.7	*	*

25.5	25.2	25.7	26.6
245.8	284.9	287.8	290.3

401.6	422.7	425.4	434.5
452.5	465.9	510.3	520.4
493.5	504.2	593.4	605.8

1.0	1.1	1.1	1.1
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4.0	4.6	4.3	4.5
0.4	0.4	0.4	0.4
0.7	0.7	0.7	0.7
1.9	2.1	*	*
1.5	1.7	*	*

25.5	25.2	25.7	26.6
245.8	284.9	287.8	290.3

401.6	422.7	425.4	434.5
452.5	465.9	510.3	520.4
493.5	504.2	593.4	605.8

83.4%	71.7%
100.0%	86.0%
NA	100%

Total Local Governments Road Fund 25.5 25.2 25.7 26.6
Total Amount Distributed to Local Governments & other Recipients 245.8 284.9 287.8 290.3

Total of Gasoline, Diesel, W/D & Registrations NMDOT 401.6 422.7 425.4 434.5

Total State Road Fund Revenues 452.5 465.9 510.3 520.4

Total NMDOT Recurring (1) State Revenues 493.5 504.2 593.4 605.8

(1) Total NMDOT Recurring Revenue excludes MV Excise Revenue to DOT District 2 in FY20 (47.6) and FY21 (54.4)